

Ref: ISD/16-17/173

26th May, 2016

The Deputy General Manager, Corporate Relationships Dept. BSE Ltd. Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001. Scrip Code 532 477 Fax no.2272 3121/2272 3719	The Deputy General Manager, Listing Dept. National Stock Exchange of India Ltd. Exchange Plaza, Plot No.C/1, G Block Bandra-Kurla Complex, Bandra (E), Mumbai-400 051. Scrip Symbol/Series-UNIONBANK-EQ Fax No.66418124/25/26
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Dear Madam /Sir,

Subject: Audited Consolidated Financial Results of the Bank for the Financial Year ended 31.03.2016

Pursuant to Regulation 30 read with point 4(h) of Para A of Part A of Schedule III of SEBI (Listing Regulations and Disclosure Requirements) Regulations, 2015, we have already submitted the Audited Standalone Financial Results of the Bank for the Financial Year ended 31.03.2016 on 13.05.2016.

We are herewith submitting the Audited Consolidated Financial Results of the Bank for the Financial Year ended 31.03.2016, which have been approved by the Board of Directors at their meeting held on 26th May, 2016.

The above is for your information and record.

Thanking you.

Yours faithfully,


(Dipak D. Sanghavi)
Deputy General Manager

Encl: As above.

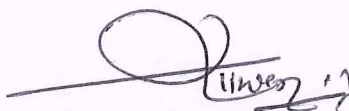
FORM - A

Covering letter of the annual audit report to be filed with the stock exchanges

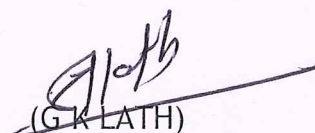
1	Name of the Company/Body Corporate	Union Bank of India
2	Consolidated Annual financial statements for the year ended	31 st March, 2016
3	Type of Audit observation	Un-qualified/ Emphasis of Matter
4	Frequency of observation	Not applicable



(VIVEK KAMATH)
GENERAL MANAGER & CFO



(ARUN TIWARI)
CHAIRMAN & MANAGING
DIRECTOR



(G.K. LATH)
DIRECTOR AND CHAIRMAN OF
AUDIT COMMITTEE

FOR J. GUPTA & CO.
CHARTERED ACCOUNTANTS
FIRM REGN.NO. 314010E


(N C KONAR)
PARTNER (M.NO. 0528929)

FOR G P KAPADIA & CO.
CHARTERED ACCOUNTANTS
FIRM REGN.NO.104768W


(NIMESH BHIMANI)
PARTNER (M.NO.030547)

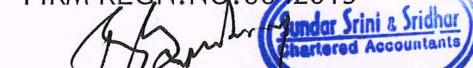
FOR ASHWANI & ASSOCIATES.
CHARTERED ACCOUNTANTS
FIRM REGN.NO.000497N


(SANJEEVA NARAYAN)
PARTNER (M.NO.084205)

FOR GBCA & ASSOCIATES.
CHARTERED ACCOUNTANTS
FIRM REGN.NO.103142W


(YOGESH AMAL)
PARTNER (M.NO. 111636)

FOR SUNDAR SRINI &
SRIDHAR.
CHARTERED ACCOUNTANTS
FIRM REGN.NO.004201S


(T S SADASIVAM)
PARTNER (M.NO. 081684)

FOR P A & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 313085E


(DILLIP AGARWALLA)
PARTNER (M.NO.055420)

Place: Mumbai

Date : 26th May, 2016.



Union Bank of India
CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31.03.2016

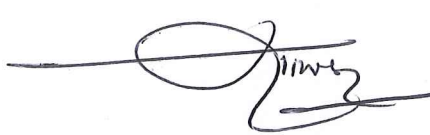
(₹ in lacs)

S. No.	Particulars	31.03.2016	31.03.2015
		(Audited)	(Audited)
1	Interest earned (a+b+c+d)	3231567	3216428
	a) Interest/discount on advances/bills	2368449	2398258
	b) Income on investments	762370	774279
	c) Interest on balances with RBI and other interbank funds	81803	19112
	d) Others	18945	24779
2	Other Income	393443	395712
3	Total Income (1+2)	3625010	3612140
4	Interest Expended	2389404	2363955
5	Operating Expenses (i+ii)	663652	668327
	i) Employees cost	368865	384463
	ii) Other operating expenses	294787	283864
6	Total Expenditure (4+5)	3053056	3032282
	(excluding provisions & contingencies)		
7	Operating Profit {before provisions & contingencies} (3-6)	571954	579858
8	Provisions (other than tax) and Contingencies	388217	304112
9	Exceptional Items	7940	
10	Profit / (Loss) from Ordinary Activities before tax (7-8-9)	175797	275746
11	Tax expense	41508	100000
12	Net Profit / (Loss) from Ordinary Activities after Tax (10-11)	134289	175746
	Less: Minority Interest	(903)	(1036)
	Add: Share of Earnings in Associates	452	1342
13	Extraordinary items (net of tax expense)	0	0
14	Net Profit / (Loss) for the period (12-13)	135644	176052
15	Paid -up equity share capital (face value of Rs. 10 each)	68744	63578
16	Reserves excluding Revaluation Reserves	1977943	1783868
	(as per Balance sheet of previous accounting year)		
17	Analytical Ratios		
	i) Percentage of shares held by Government of India	63.44	60.47
	ii) Capital Adequacy Ratio (%) - Basel II	11.19	10.83
	Capital Adequacy Ratio (%) - Basel III	10.62	10.24
	iii) Earning per share(EPS) at face value Rs.10/- (in Rs.)		
	a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the previous year	20.50	27.67
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year	20.50	27.67
	iv) NPA Ratios		
	a) Gross NPA	2417089	1303087
	b) Net NPA	1402594	691897
	c) % Gross NPA	8.70	4.96
	d) % Net NPA	5.25	2.71
	v) Return on Assets (Average) (%)	0.34	0.48

Place: Mumbai
Date: 26th May 2016


(VINOD KATHURIA)
EXECUTIVE DIRECTOR

(RAKESH SETHI)
EXECUTIVE DIRECTOR


(ARUN TIWARI)
CHAIRMAN & MANAGING DIRECTOR

Union Bank of India

CONSOLIDATED SEGMENT REPORTING AS PER ACCOUNTING STANDARD - 17

(₹ in Lacs)

	Business Segment	CONSOLIDATED	
		Year ended	
		(Audited)	
		31.03.2016	31.03.2015
(a)	Segment Revenue		
1	Treasury Operations	1017719	945735
2	Retail Banking Operations	1022126	1009656
3	Corporate /Wholesale Banking	1523662	1573395
4	Other Banking Operations	26476	34236
5	Unallocated	41956	51444
	Total Segment Revenue	3631939	3614466
	Less Inter-segment Revenue	6929	2326
	Income from operations	3625010	3612140
(b)	Segment Results (i.e. Profit/ (Loss) Before Tax)		
1	Treasury Operations	214601	190299
2	Retail Banking Operations	66762	121699
3	Corporate /Wholesale Banking	-117331	-50319
4	Other Banking Operations	12507	16659
5	Unallocated	613	-2592
	Total Profit Before Tax	177152	275746
(c)	Capital Employed (i.e. Segment Assets-Segment Liabilities)		
1	Treasury Operations	671778	578649
2	Retail Banking Operations	438582	452538
3	Corporate/Wholesale Banking	861375	660018
4	Other Banking Operations	0	0
5	Unallocated	333076	298712
	Total	2304811	1989917

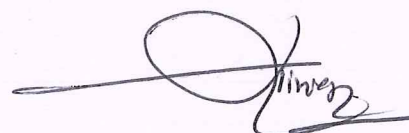
- 1 The Bank operates in four segments viz., Treasury, Retail, Corporate / Wholesale and Other Banking Operations. These segments have been identified in line with AS-17 on segment reporting after considering the nature and risk profile of the products and services, the target customer profiles, the organizational structure and the internal reporting system of the bank. The bank has disclosed the business segment as primary segment. The revenue and other parameters prescribed in AS-17 of foreign branch for the period are within the threshold limits as stipulated under AS-17 and hence the bank has only one reportable geographical segment.
- 2 Segment wise income, expenditure, Capital employed which are not directly allocable have been allocated to the reportable segments based on assumptions as considered appropriate by the management.
- 3 Previous year's figures have been regrouped/recasted wherever considered necessary.


(VINOD KATHURIA)

EXECUTIVE DIRECTOR

(RAKESH SETHI)

EXECUTIVE DIRECTOR



(ARUN TIWARI)

CHAIRMAN & MANAGING DIRECTOR

**Consolidated Financial Results
Statement of Assets and Liabilities**

CAPITAL AND LIABILITIES	(₹ in lacs)	
	As at 31.03.2016 (Audited)	As at 31.03.2015 (Audited)
Capital	68,744	63,578
Reserves and surplus	22,36,067	19,26,339
Minority Interest	-	881
Deposits	3,44,11,751	3,17,45,034
Borrowings	30,63,661	35,16,800
Other Liabilities and Provisions	9,56,233	11,04,263
Total	4,07,36,456	3,83,56,895
ASSETS		
Cash and Balances with Reserve Bank of India	15,60,692	15,06,387
Balances with Banks and Money at Call and Short Notice	14,00,989	7,53,914
Investments	90,57,321	95,44,941
Advances	2,68,24,956	2,55,92,111
Fixed Assets	3,95,185	2,69,443
Other Assets	14,97,313	6,90,099
Total	4,07,36,456	3,83,56,895

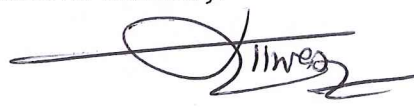
NOTES :-

1. The above consolidated financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 26th May, 2016.
2. The consolidated financial results have been prepared in accordance with the Accounting Standard 21 - "Consolidated Financial Statements", Accounting Standard 23 - "Accounting for Investments in Associates in Consolidated Financial Statements" and Accounting Standard 27 - "Financial Reporting of Interest in Joint Ventures" issued by the Institute of Chartered Accountants of India and the guidelines issued by the Reserve Bank of India.
3. The consolidated financial results comprise financial statements of Union Bank of India [Parent Bank], three subsidiaries consisting of Union KBC Asset Management Company Pvt. Ltd., Union KBC Trustee Company Pvt. Ltd. and Union Bank of India UK Limited; one joint venture viz. Star Union Dai-Ichi Life Insurance Company Ltd. and an associate viz. Kashi Gomti Samyut Gramin Bank.
4. The consolidated financial results of the group for the year ended 31st March, 2016 have been arrived at after considering, provision for non-performing assets, standard assets, standard derivative exposures, investment depreciation and other usual and necessary provisions in the case of Parent Bank and associate as per prudential norms issued by the Reserve Bank of India and in case of subsidiaries / joint venture as per income recognition and provisioning norms laid down by the concerned regulatory.

5. During the year, the Parent Bank has allotted 5,16,62,281 equity shares of ₹10/- each at an issue price of ₹ 209.05 per equity share (including premium of ₹199.05 per equity share) to Government of India on preferential basis to the tune of Rs 1080 crore. Consequently, the Government share holding has increased from 60.47% to 63.44%.
6. Based on available data, financial statements and the declaration from the borrowers wherever received, the Parent Bank has estimated the liability of ₹ 33.30 crore as on 31.03.2016 towards Unhedged Foreign Currency Exposure to their constituents in terms of RBI DBOD Circulars dated 15.01.2014 and 03.06.2014 which amount is fully provided.
7. Pursuant to RBI circular RBI/2014-15/535 DBR.NO.BP.BC.83/21.04.048/2014-15 dated 01.04.2015, the Parent Bank has made a provision of ₹ 907.75 crore during the year ended 31/03/2016 in respect of frauds/suspected frauds and balance unprovided amount of ₹ 352.60 crore has been debited to Revenue & Other Reserves in terms of RBI circular no RBI/2015-16/376 DBR NO BP.BC.92.21/04.048/2015-16 dated 18/4/2016. The same will be reversed by debit to the P & L account in subsequent quarters in the next financial year.
8. Pursuant to Asset Quality Review (AQR) under section 35 of Banking Regulation Act, 1949 carried out by the Reserve Bank of India, the Parent Bank has made the classification of advances and provisioning required to be done by 31st March, 2016 as suggested by the Reserve Bank of India.
9. During the year the Parent Bank has revalued the premises based on the reports of external independent valuers and the valuation have been approved by the Board. The surplus arising from the revaluation amounting to ₹ 1213.10 crore is shown as "Revaluation Reserves" under "Reserves and Surplus" and the same has been reckoned in Tier I capital as per RBI guidelines.
10. Figures of previous period have been reclassified / regrouped wherever necessary.


(VINOD KATHURIA)
EXECUTIVE DIRECTOR

(RAKESH SETHI)
EXECUTIVE DIRECTOR


(ARUN TIWARI)
CHAIRMAN & MANAGING DIRECTOR

Place: Mumbai.
Date: 26th May, 2016

J. GUPTA & Co.
CHARTERED ACCOUNTANTS
25 Jawahar Lal, Nehru Road,
KOLKATA - 700087

G. P. KAPADIA & Co.
CHARTERED ACCOUNTANTS
HAMAM HOUSE, AMBALAL DOSHI MARG
MUMBAI - 400001

ASHWANI & ASSOCIATES
CHARTERED ACCOUNTANTS
19-A UDHAM SINGH NAGAR,
LUDHIANA 141001

GBCA & ASSOCIATES
CHARTERED ACCOUNTANTS
BENEFICE BUSINESS HOUSE, 3rd FLOOR
126 MATHURADAS MILLS COMPOUND,
N.M. JOSHI, LOWER PAREL (W),
MUMBAI - 400013

SUNDAR SRINI & SRIDHAR
CHARTERED ACCOUNTANTS
NEW NO 9, RAJAMANNAR STREET,
T. NAGAR,
CHENNAI - 600017

P A & ASSOCIATES
CHARTERED ACCOUNTANTS
20 GOVIND VIHAR,
BAMIKHAL,
BHUBANESHWAR - 751010

INDEPENDENT AUDITORS' REPORT

To the Board of Directors Union Bank of India

Report on the Consolidated Financial Statements

1. We have audited the accompanying Consolidated Financial Statements (CFS) of Union Bank of India (the 'Bank'), its subsidiaries, associates and joint ventures (the 'Group'), which comprise the Consolidated Balance Sheet as at 31st March, 2016, and the Consolidated Profit and Loss Account and Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.
2. Incorporated in these CFS are the:
 - a. Audited Accounts of the Bank audited by us vide our audit report dated May 13, 2016 which reflect total assets of Rs. 404,696 crores as at March 31, 2016, total revenue of Rs. 35,831 crores, profits of Rs. 1,352 crores and net cash inflows amounting to Rs. 6,898 crores for the year then ended;
 - b. Audited Accounts of the three subsidiaries and one joint venture audited by other auditors whose financial statements reflect the Group's share in total assets of Rs. 2,669 crores as at March 31, 2016, the Group's share in total revenue of Rs. 419 crores, the Group's share in net cash inflows amounting to Rs. 116 crores for the year then ended; and
 - c. Unaudited accounts of one associate whose financial statements reflect the Group's share in profit from the associates of Rs.4.52 crores for the year ended March 31, 2016.

The entities of the Group whose Financial Statements are included in the Consolidated Financial Statements are listed in Schedule 18 - Notes to Accounts - which forms part of the Consolidated Financial Statements of the Group.

3. We did not audit the financial statements of its Subsidiaries and Joint Venture. These financial statements have been furnished to us, and our opinion, in so far as it relates to the amounts included in respect of other entities, is based solely on the report of the other auditors.
4. We have relied on the unaudited financial statements of 1 (one) associate, which has been consolidated on the basis of management certified financial statements.

Management's responsibility for the Consolidated Financial Statements

5. The Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Bank in accordance with the requirements of the Accounting Standard 21-"Consolidated Financial Statements", Accounting Standard 23-"Accounting for Investment in Associates in Consolidated Financial Statements" and Accounting Standard 27-" Financial Reporting of Interest in Joint Ventures" issued by the Institute of Chartered Accountants of India, the requirements of Reserve Bank of India and other accounting principles generally accepted in India. This responsibility of the management of the Bank includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the consolidated financial statements of the Group that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

6. Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.
7. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Group's preparation and fair presentation of the CFS in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the management of the entities of the Group, as well as evaluating the overall presentation of the consolidated financial statements.
8. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
9. The Audit Reports/Management Certifications on the financial statements of the Subsidiaries/Joint Venture/Associate of the Bank have been forwarded to us and dealt with in preparing our report in the manner considered by us and our opinion is based solely on the reports of other auditor's/management certificates. ▢

Opinion

10. Subject to the limitation as indicated in Para 1 to 9 hereinabove, based on our audit and on consideration of the reports of other auditors on separate financial statements of Subsidiaries and Joint Ventures, the unaudited financial statements and other financial information of an associate, In our opinion and to the best of our information and according to the explanations given to us, the accompanying CFS give a true and fair view in conformity with the accounting principles generally accepted in India:

- a. In the case of the Consolidated Balance Sheet, of the state of affairs of the Bank as at 31st March, 2016
- b. In the case of the Consolidated Profit and Loss Account, of the profit for the year ended on that date, and
- c. In the case of the Consolidated Cash Flow Statements, of the cash flows for the year ended on that date.

FOR J. GUPTA & Co.
CHARTERED ACCOUNTANTS
FRN 314010E



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M.NO. 052892

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M.NO.081684

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CHARTERED ACCOUNTANTS
FRN 313085E



(DILLIP AGARWALLA)
PARTNER
M.NO.055420

Place: MUMBAI
Date: 26th May, 2016